

HelpMeSee, Inc.

CONSOLIDATED FINANCIAL STATEMENTS AND REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

DECEMBER 31, 2023

HelpMeSee, Inc.

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

**Board of Directors
HelpMeSee, Inc.
New York, New York**

Opinion

We have audited the accompanying consolidated financial statements of HelpMeSee, Inc. (the “*Organization*”), which comprise the consolidated statements of financial position as of December 31, 2023 and the related consolidated 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 the Organization as of December 31, 2023, 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 the Organization 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 these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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 the Organization’s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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.

**Board of Directors
HelpMeSee, Inc.
New York, New York**

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 the 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 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 the Organization'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.

Report on Summarized Comparative Information

We have previously audited the Organization's 2022 consolidated financial statements, and our report dated April 27, 2023, expressed an unmodified audit opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2022 is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.

Tait, Weller & Baker LLP

**Philadelphia, Pennsylvania
June 20, 2024**

HelpMeSee, Inc.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

December 31, 2023 And 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
ASSETS		
Cash and cash equivalents	\$ 7,627,257	\$ 8,360,144
Accounts receivable	138,394	993,769
Pledges receivable <i>(Note 2)</i>	6,050	6,150
Grants receivable	-	55,269
Prepaid expenses and other assets	248,015	164,957
Inventory	495,551	520,584
Furniture, equipment and capital expenses, net <i>(Note 3)</i>	11,546,206	9,469,794
Right of use assets <i>(Note 6)</i>	<u>443,506</u>	<u>657,150</u>
Total assets	<u>\$ 20,504,979</u>	<u>\$ 20,227,817</u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts and accrued expenses payable	\$ 1,851,873	\$ 2,211,420
Deferred revenue	22,212	-
Operating lease liability <i>(Note 6)</i>	<u>478,825</u>	<u>695,970</u>
Total liabilities	<u>2,352,910</u>	<u>2,907,390</u>
NET ASSETS		
Without donor restrictions	11,200,732	9,959,986
With donor restrictions <i>(Note 4)</i>	<u>6,951,337</u>	<u>7,360,441</u>
Total net assets	<u>18,152,069</u>	<u>17,320,427</u>
Total liabilities and net assets	<u>\$ 20,504,979</u>	<u>\$ 20,227,817</u>

HelpMeSee, Inc.

CONSOLIDATED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS

Year Ended December 31, 2023 With Summarized Information For 2022

	Without Donor Restrictions	With Donor Restrictions	TOTALS	
			2023	2022
PUBLIC SUPPORT				
Individuals	\$ 328,039	\$ 50,354	\$ 378,393	\$ 346,457
Corporations	64,833	-	64,833	-
Foundations (<i>Note 5</i>)	17,187,676	-	17,187,676	14,192,832
Government	-	-	-	285,795
Investment income	43,132	170,764	213,896	(2,855)
Training income	141,944	-	141,944	184,180
Other income	21,984	-	21,984	26,302
Net assets released from restriction (<i>Note 4</i>)	<u>630,222</u>	<u>(630,222)</u>	<u>-</u>	<u>-</u>
Total revenue and other support	<u>18,417,830</u>	<u>(409,104)</u>	<u>18,008,726</u>	<u>15,032,711</u>
EXPENSES				
Program services				
Training Cataract specialists and supporting practice readiness	12,246,072	-	12,246,072	12,958,764
Public awareness	<u>926,516</u>	<u>-</u>	<u>926,516</u>	<u>600,392</u>
Total program services	<u>13,172,588</u>	<u>-</u>	<u>13,172,588</u>	<u>13,559,156</u>
Supporting services				
Management and general	1,261,139	-	1,261,139	1,200,104
Fundraising	<u>2,706,254</u>	<u>-</u>	<u>2,706,254</u>	<u>1,056,446</u>
Total supporting services	<u>3,967,393</u>	<u>-</u>	<u>3,967,393</u>	<u>2,256,550</u>
Total expenses	<u>17,139,981</u>	<u>-</u>	<u>17,139,981</u>	<u>15,815,706</u>
Surplus/(deficit) of revenue over expenses	1,277,849	(409,104)	868,745	(782,995)
OTHER CHANGES				
Foreign currency loss	<u>(37,103)</u>	<u>-</u>	<u>(37,103)</u>	<u>(135,452)</u>
Change in net assets	1,240,746	(409,104)	831,642	(918,447)
NET ASSETS				
Beginning of year	<u>9,959,986</u>	<u>7,360,441</u>	<u>17,320,427</u>	<u>18,238,874</u>
End of year	<u>\$ 11,200,732</u>	<u>\$ 6,951,337</u>	<u>\$ 18,152,069</u>	<u>\$ 17,320,427</u>

HelpMeSee, Inc.

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 2023

	<u>Training Cataract Specialists And Supporting Practice Readiness</u>	<u>Public Awareness</u>	<u>Total Program Services</u>	<u>Management And General</u>	<u>Fundraising</u>	<u>2023 Total Expense</u>
Salaries	\$ 3,691,943	\$ 277,554	\$ 3,969,497	\$ 612,663	\$ 998,315	\$ 5,580,475
Benefits and related payroll expenses	<u>669,633</u>	<u>50,342</u>	<u>719,975</u>	<u>111,123</u>	<u>181,071</u>	<u>1,012,169</u>
Total salaries and related costs	4,361,576	327,896	4,689,472	723,786	1,179,386	6,592,644
Program grants/costs						
Surgeries and surgical kits	6,156	-	6,156	-	-	6,156
Simulator maintenance	730,241	7,430	737,671	-	-	737,671
Professional services	2,286,404	199,670	2,486,074	449,065	1,211,167	4,146,306
Printing and postage	17,780	2,105	19,885	1,684	2,564	24,133
Travel and meetings	366,955	295,304	662,259	11,591	34,476	708,326
Office expenses	482,915	1,838	484,753	19,736	18,495	522,984
Advertising and promotion	218	40,187	40,405	-	181,227	221,632
IT and web	272,980	8,839	281,819	34,533	48,362	364,714
Depreciation expense	3,482,421	-	3,482,421	2,320	-	3,484,741
Miscellaneous expense	<u>238,426</u>	<u>43,247</u>	<u>281,673</u>	<u>18,424</u>	<u>30,577</u>	<u>330,674</u>
Total expenses	<u>\$12,246,072</u>	<u>\$ 926,516</u>	<u>\$13,172,588</u>	<u>\$ 1,261,139</u>	<u>\$ 2,706,254</u>	<u>\$ 17,139,981</u>

HelpMeSee, Inc.

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 2022

	<u>Training Cataract Specialists And Supporting Practice Readiness</u>	<u>Public Awareness</u>	<u>Total Program Services</u>	<u>Management And General</u>	<u>Fundraising</u>	<u>2022 Total Expense</u>
Salaries	\$ 3,421,482	\$ 201,332	\$ 3,622,814	\$ 606,950	\$ 578,382	\$ 4,808,146
Benefits and related payroll expenses	<u>620,480</u>	<u>36,511</u>	<u>656,991</u>	<u>110,069</u>	<u>104,889</u>	<u>871,949</u>
Total salaries and related costs	4,041,962	237,843	4,279,805	717,019	683,271	5,680,095
Program grants/costs						
Surgeries and surgical kits	263,600	-	263,600	-	-	263,600
Simulator maintenance	2,958,668	4,242	2,962,910	-	-	2,962,910
Professional services	1,878,805	189,879	2,068,684	398,234	162,025	2,628,943
Printing and postage	25,716	38	25,754	2,768	39,484	68,006
Travel and meetings	449,645	40,260	489,905	6,829	28,001	524,735
Office expenses	538,417	1,638	540,055	26,615	24,908	591,578
Advertising and promotion	7,206	61,713	68,919	127	15,661	84,707
IT and web	269,633	25,955	295,588	19,506	66,345	381,439
Depreciation expense	2,401,661	-	2,401,661	4,316	7,912	2,413,889
Miscellaneous expense	<u>123,451</u>	<u>38,824</u>	<u>162,275</u>	<u>24,690</u>	<u>28,839</u>	<u>215,804</u>
Total expenses	<u>\$12,958,764</u>	<u>\$ 600,392</u>	<u>\$13,559,156</u>	<u>\$ 1,200,104</u>	<u>\$ 1,056,446</u>	<u>\$ 15,815,706</u>

HelpMeSee, Inc.

CONSOLIDATED STATEMENTS OF CASH FLOWS

Years Ended December 31, 2023 And 2022

	<u>2023</u>	<u>2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
<i>Change in net assets</i>	\$ 831,642	\$ (918,447)
<i>Adjustments to reconcile change in net assets to Net cash provided by (used for) operating activities:</i>		
Depreciation	3,484,741	2,413,889
Amortization of right-of-use asset	228,540	315,721
Interest on lease liability	8,098	10,104
Operating lease liability payments	(240,139)	(287,004)
(Increase)/decrease in assets:		
Accounts receivable	855,375	(275,864)
Pledges receivable	100	100
Grants receivable	55,269	(45,192)
Prepaid expenses and other assets	(83,058)	48,421
Inventory	25,033	(406,393)
Increase/(decrease) in liabilities:		
Accounts payable and accrued expenses	(359,547)	1,056,836
Deferred revenue	<u>22,212</u>	<u>-</u>
Net cash provided by operating activities	<u>4,828,266</u>	<u>1,912,171</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of furniture, equipment and capital expenses	<u>(5,561,153)</u>	<u>(2,895,639)</u>
Net cash used for investment activities	<u>(5,561,153)</u>	<u>(2,895,639)</u>
Net decrease in cash and cash equivalents	(732,887)	(983,468)
CASH		
Beginning of year	<u>8,360,144</u>	<u>9,343,612</u>
End of year	<u>\$ 7,627,257</u>	<u>\$ 8,360,144</u>
SUPPLEMENTAL DISCLOSURE		
Right-of-use-asset in exchange for new financing liability	<u>\$ 672,046</u>	<u>\$ 972,871</u>

HelpMeSee, Inc.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023 And 2022

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

ORGANIZATION AND PURPOSE

HelpMeSee, Inc., (the “*Organization*”) is a global campaign to eliminate blindness caused by untreated cataracts. Twenty million people living in the developing world are blind for two basic reasons:

1. They have no access to highly trained cataract specialists where they live. In many countries, there are as few as one ophthalmologist per one million people.
2. They are impoverished, earning just \$1 or \$2 per day when they are employed, so they cannot afford treatment even if it were available.

The centerpiece of the HelpMeSee strategy is to increase surgical access by training thousands of highly skilled cataract specialists to perform Manual Small Incision Cataract Surgery (MSICS). This operation can be quick, highly effective, and very low-cost procedure with results comparable to more technology dependent procedures practiced in the developed world. Nearly 50% of the patients with blindness from cataracts live in India (approximately 5 million) and China (approximately 4 million). In those two countries, the cataract surgeons perform two methods of cataract surgery, MSICS and Phacoemulsification (Phaco). Because both procedures are practiced regularly in these countries, there is a high demand for simulation-based training in Phaco as well as MSICS. As such, HMS is developing simulation modules to teach standard Phaco and management of complications for both MSICS and Phaco.

It is HelpMeSee’s intention to train approximately 30,000 MSICS specialists to perform 60 million surgeries in 20 years. HelpMeSee’s specific goals are:

- Train cataract specialists (with emphasis on training women) to perform a single standardized surgical procedure (MSICS) safely, cost-effectively, and without complications.
- Achieve the largest possible scale by utilizing highly standardized training methods and equipment, including very high fidelity virtual reality simulators, courseware, and methods adapted from commercial aviation pilot training.
- Conduct the training of residents living in the developing world who are willing and eager to serve the poor living in remote communities.
- Train those individuals, based upon HelpMeSee’s judgement, who have a high probability of successfully completing the course of instruction.
- Continuously improve quality of MSICS care, through applied research, refinement of procedural steps, and pre-sterilized single use surgical kits.
- Continuously develop and improve training modules in ophthalmic surgical care including technology for providing training for phacoemulsification, complication management and suturing. Efforts are in place to develop modules for anterior and posterior vitrectomy, and management of posterior capsular tear..
- Achieve the best standards of quality of surgical care, infection control and patient safety.
- Mobilize financial, material and volunteer resources to achieve sustainable funding solutions for the elimination of blindness caused by cataracts worldwide through private and public partnerships on behalf of the poor at the lowest possible cost.
- Provide educational, technical, and financial support when necessary including loans to graduates so they may establish “best practice” business and surgical management systems specific to their practice locale in order to deliver high volume and high quality cataract surgeries, which are patient-centered. HelpMeSee aims to achieve this with the establishment of partnerships with other charitable organizations.
- Establish/utilize a web and cloud based electronic surgical report system for surgical quality assurance and monitoring and evaluation of outcomes for every graduate and patient.
- Develop proactive surgical eye-care policies with country governments and local insurance providers to include MSICS as essential surgery within the primary healthcare delivery.

HelpMeSee, Inc.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS – (Continued)

December 31, 2023 And 2022

HelpMeSee, based out of New Jersey, has controlled entities in the United States, China and India. New for-profit corporations have been organized in the United States, China and India; HMS Vision, Inc (U.S.A.), Beijing HMS Vision Technical Consulting Co. Ltd., and Help Me See India Private Limited Company, respectively, with the aim of achieving self-sustainability in pursuit of HelpMeSee’s mission. Efforts are underway to phase out the existing entities in India and China.

BASIS OF PRESENTATION

The financial statements include the accounts of the Organization, HMS Vision Inc. (U.S.A.) and its controlled entities located in China and India.

The financial statements are presented in U.S. dollars. The financial records of these branch offices and controlled organizations are kept in local currencies. Assets, liabilities and net assets are translated at year-end rates of exchange and revenue and expenses are translated using the month end exchange rates supplied by an independent source. Significant intercompany transactions have been eliminated in the consolidation.

ACCOUNTING ESTIMATES

In preparing financial statements in conformity with accounting principles generally accepted in the United States of America, management makes estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements, as well as the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

CONCENTRATION OF CREDIT RISK

The Organization occasionally maintains deposits in excess of federally insured limits. Accounting Standards Codification (“ASC”) 825, “*Financial Instruments*”, identifies these items as a concentration of credit risk requiring disclosure, regardless of the degree of risk. The risk is managed by monitoring the financial institutions in which deposits are made.

CASH AND CASH EQUIVALENTS

The Organization considers all highly liquid instruments purchased with a maturity of three months or less to be cash and cash equivalents.

INVENTORY

Inventory is carried at the lower of cost or market, using the first-in, first-out valuation method.

FIXED ASSETS AND CAPITAL EXPENSES

Fixed assets are recorded at cost. Equipment is capitalized, while maintenance and repairs are expensed when incurred. The Organization provides depreciation on furniture, fixtures and equipment by the straight-line method at rates calculated using the estimated useful lives of the respective depreciable assets, generally three to seven years. Capital expenses in connection with enhancements of existing equipment (simulators) are capitalized and depreciated. Capital expenses in connection with prototype equipment are expensed as incurred.

REVENUE RECOGNITION

The Organization recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give – that is, those with a measurable performance or other barrier and right of return – are not recognized until the conditions on which they depend have been met.

Contributions and promises to give are considered available for general use unless specifically restricted by the donor. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Gifts-in-kind are recorded at fair value on the date of receipt.

HelpMeSee, Inc.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS – (Continued)

December 31, 2023 And 2022

NET ASSETS

The Organization's net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Without donor restrictions – Net assets that are not subject to donor-imposed stipulations and that may be expendable for any purpose in performing the primary mission of the Organization. Net assets without donor restrictions consist of assets for general operations.

With donor restrictions – Net assets subject to donor-imposed restrictions that will be met either by actions of the Foundation or the passage of time. Items that affect this net asset category are gifts for which donor-imposed restrictions have not been met in the year of receipt, including gifts and pledges. Expirations of restrictions of net assets with donor restrictions are reported as net assets released from restriction.

FUNCTIONAL ALLOCATION OF EXPENSES

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. These expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries, benefits, IT and Web and depreciation. These expenses are allocated based on analysis of time and effort and other factors determined by management.

INCOME TAXES

The Organization is exempt from Federal income taxes under Internal Revenue Code Section 501(c)(3) of the Internal Revenue Code and recognized as a public charity under Section 509(a)(1) of the Internal Revenue Code.

Management has reviewed the tax positions for the open tax years 2020 - 2022 or expected to be taken on the Organization's 2023 tax return and has concluded that there are no significant uncertain tax positions that would require recognition in the financial statements.

PRIOR YEAR INFORMATION

The financial statements include certain prior-year summarized comparative information in total, but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's audited financial statements for the year ended December 31, 2022, from which the summarized information was derived.

RECLASSIFICATIONS

Certain reclassifications were made to the 2022 financial statements to conform to the 2023 presentation.

HelpMeSee, Inc.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS – (Continued)

December 31, 2023 And 2022

(2) PLEDGES RECEIVABLE

Pledges receivable are due as follows at December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Receivable in one year	\$ 4,050	\$ 3,150
Receivable in one to five years	<u>2,000</u>	<u>3,000</u>
Total pledges receivable	<u>\$ 6,050</u>	<u>\$ 6,150</u>

(3) FURNITURE, EQUIPMENT AND CAPITAL EXPENSES

At December 31, 2023 and 2022, furniture and equipment consists of the following:

	<u>2023</u>	<u>2022</u>
Office furniture	\$ 37,192	\$ 37,192
Office equipment	153,319	153,937
Leasehold improvements	339,344	339,746
Simulators	8,432,028	6,848,206
Simulator development	7,578,593	4,191,038
Courseware	4,255,583	3,707,476
Computers	<u>148,076</u>	<u>108,031</u>
	20,944,135	15,385,626
Less: accumulated depreciation and amortization	<u>(9,397,929)</u>	<u>(5,915,832)</u>
	<u>\$11,546,206</u>	<u>\$ 9,469,794</u>

Depreciation expense for the years ended December 31, 2023 and 2022 totaled \$3,484,741 and \$2,413,889, respectively.

The Organization continues to enhance its virtual reality simulator and courseware to train cataract specialist in Manual Small Incision Cataract Surgery (MSICS) and phacoemulsification (Phaco). The design calls to achieve a level of realism that is virtually indistinguishable from live surgery performed by an experienced surgeon. This will replace traditional MSICS training with simulator-based proficiency training rather than using it as an adjunct to live training. Additionally, the Phaco simulation-based proficiency training will flatten the learning curve and result in lower complication rates and lower ocular morbidity in live surgery. The Organization is applying the aviation FAA level D simulator standard both as a quality standard and as a template for developing the simulator. The various component technologies required for simulation that meets the Organizations goals are:

- Haptic
- Large incision, topological changes
- Tissue/tool collision
- Deformation
- Force calculation

Proficiency level of training of cataract surgeons is accomplished with Instructor Based Training (IBT), Computer Based Training (CBT) and Simulator Based Training (SBT) instructional curriculum and learning management systems. The Organization has successfully developed proof of concept models of the Eye Surgical Simulator for Cataract. Based on relative merits of the models and cost considerations the chosen concept will go into further development and production. A physics based model of the eye is developed with the support of highly experienced subject matter experts to ensure that the virtual reality technology is as effective for skill development as a surgeon would learn while operating on patients and with an added advantage of zero patient risk.

In 2023, the Organization continued development of virtual reality simulation and courseware to train cataract specialists in Phaco. These costs are being capitalized.

HelpMeSee, Inc.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS – (Continued)

December 31, 2023 And 2022

(4) NET ASSETS

Net assets with donor restrictions are available for the following purposes at December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Subject to expenditure for a special purpose:		
Cataract surgeries	\$ 5,495,403	\$ 5,338,167
Patient database	261,923	291,028
Training	<u>1,194,011</u>	<u>1,731,246</u>
Total	<u>\$ 6,951,337</u>	<u>\$ 7,360,441</u>

Net assets of \$4,822,552 and \$5,280,481 at December 31, 2023 and December 31, 2022, respectively, relates to a previous award to the Organization of restricted contributions from the transfer of a bankruptcy of a nonprofit organization administered by the New York Attorney General's office.

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose as follows for the year ended December 31, 2023:

	<u>2023</u>
Litigation Award Funds:	
Training	\$ 585,296
Cataract surgeries	4,881
Patient database	<u>38,517</u>
	628,694
Other	<u>1,528</u>
Total	<u>\$ 630,222</u>

(5) CONTRIBUTIONS

For the year ended December 31, 2023, the Organization received contributions from two foundations in the amount of \$16,932,000, which represents 94% of the Organization's total revenue. For the year ended December 31, 2022, the Organization received contributions from one foundation in the amount of \$14,100,000, which represented 94% of the Organization's total revenue.

(6) LEASES

The Organization has agreements to lease office space under several leases, with an initial term greater than 12 months. The Organization determines whether an agreement is or contains a lease at lease inception. Right-of-use assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent the Organization's obligation to make lease payments arising from the lease, measured at an amount equal to the present value of the minimum lease payments over the remaining expected term of the lease. Rent is being expensed on a straight - line basis over the term of the leases. Amortization expense and interest expense related to the Organization's finance leases are included in office expenses, on the statement of functional expenses.

In determination of the lease term, the Organization considers the likelihood of lease renewal options and lease termination provisions.

The discount rate for a lease is derived from the rate implicit in the lease whenever readily determinable or the Organization's incremental borrowing rate.

HelpMeSee, Inc.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS – (Continued)

December 31, 2023 And 2022

The following quantitative data related to the Organization's operating leases for the years ended December 31, 2023 and 2022 is as follows:

	<u>2023</u>	<u>2022</u>
Operating Lease Amounts:		
Right-of-use assets	\$443,506	\$657,150
Lease liabilities	478,825	695,970
Other Information:		
Operating outgoing cash flows for operating leases	\$240,139	\$287,004
Weighted-average remaining lease term	2.08 years	3.01 years
Weighted average discount rate	1.34%	1.34%

Lease cost information for the years ended December 31, 2023 and 2022 is as follows:

	<u>2023</u>	<u>2022</u>
Operating lease cost	<u>\$236,638</u>	<u>\$325,825</u>

The Organization has leases for office space, which expire through May 2026, for its New York, New Jersey, China and India offices.

Future lease payments at December 31, 2023 are as follows:

<u>Fiscal Year</u>	<u>Amount</u>
2024	\$244,745
2025	194,279
2026	<u>44,410</u>
Total undiscounted cash flows	483,434
Less: present value adjustment	<u>(4,609)</u>
Lease liability	<u>\$478,825</u>

(7) FINANCIAL ASSETS AND LIQUIDITY RESOURCES

The Organization strives to maintain liquid financial assets to be available as its general expenditures, liabilities and other obligations become due. Financial assets in excess of daily cash requirements are invested in an interest-bearing cash account. As part of the Organization's liquidity management, it has a practice to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due.

The following table reflects the Organization's financial assets as of December 31, 2023 and 2022, reduced by amounts that are not available to meet general expenditures within one year of the statement of financial position date because of contracted restrictions. Amounts not available to meet general expenditures within one year may include net assets with donor restrictions.

	<u>2023</u>	<u>2022</u>
Financial Assets		
Cash and cash equivalents	\$7,627,257	\$8,360,144
Accounts receivable	138,394	993,769
Pledges receivable	6,050	6,150
Grants receivable	<u>-</u>	<u>55,269</u>
	7,771,701	9,415,332
Less: Restricted net assets not to be expended within one year	<u>(6,221,567)</u>	<u>(6,533,841)</u>
Total financial assets available within one year	<u>\$1,550,134</u>	<u>\$2,881,491</u>

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS – (Continued)

December 31, 2023 And 2022

(8) SUBSEQUENT EVENTS

Subsequent events after the balance sheet date through the date that the financial statements were available for issuance, June 20, 2024 have been evaluated in the preparation of the financial statements.