Feed the Hungry San Miguel, Inc.

Auditor's Report and Financial
Statements for the Years Ended
December 31, 2023 and 2022

Feed the Hungry San Miguel, Inc.

Audit Report and Financial Statements
For the Years Ended December 31, 2023 and 2022

Table of contents **Page**

Auditor's Opinion	1
Statements of Financial Position	2
Statements of Financial Activities	3
Statements of Cash Flows	4
Notes to the Financial Statements	5
Additional Reporting Net Assets	8

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Board of Directors and Management of Feed the Hungry San Miguel, Inc.

We have examined the comparative Statement of Financial Condition of Feed the Hungry San Miguel, Inc. (the entity) as of December 31, 2023 and 2022, the Comparative Statements of Financial Activities and Comparative Statements of Cash Flow for the years then ended. These financial statements are the responsibility of the management. Our responsibility consists in expressing an opinion of the above referenced financial statements based on our audit.

We conducted our audits in accordance with generally accepted auditing standards for the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company´s internal controls over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the afore mentioned financial statements present fairly, in all material aspects, the financial position of Feed the Hungry San Miguel, Inc. as of the 31st of December, 2023 and 2022, and the results of its operations and its cash flows for the periods then ended in conformity with accounting principles generally accepted in the United States of America.

Juan Manuel Salgado Rodríguez, CPA
Registry in AGAFF No. 18056

Feed the Hungry San Miguel, Inc.

Balance Sheets

As of December 31, 2023 and 2022
(In U.S. dollars)

Assets	2023	2022
Current assets:		
Cash	$ 487,034	$ 444,663
Short term investments	2,587,426	2,638,369
Accounts receivable	67,377	66,042
Total assets	$ 3,141,837	$ 3,149,074
Liabilities		
Current liabilities:		
Short term debt	$ 27,644	$ 38,988
Total liabilities	27,644	38,988
Net assets		
Changes in net assets	4,107	(41,185)
Net assets at beginning of year	3,110,086	3,151,271
Net assets at year end	3,114,193	3,110,086
Total liabilities and net assets	$ 3,141,837	$ 3,149,074

Total assets must equal total liabilities and net assets / equity

Feed the Hungry San Miguel, Inc.

Statements of Activities

For the years ended December 31, 2023 and 2022
(In U.S. dollars)

	2023	2022
Revenue		
Contributions Unrestricted	$ 611,634	$ 649,603
Contributions Temporarily Restricted	21,655	79,909
Investment Income	224,725	(258,043)
	858,014	471,469
Expenses		
Administrative	41,430	39,191
Feed the Hungry Program Mexico	705,211	303,267
Feed the Hungry Temporarily Restricted Program Mexico	57,706	140,943
Fund raising	49,560	29,253
	853,907	512,654
Change in net assets	4,107	(41,185)
Net assets at beginning of year	3,110,086	3,151,271
Net assets at year end	$ 3,114,193	$ 3,110,086

See accompanying notes and accountant's review report

Feed the Hungry San Miguel, Inc.

Statements of Cash Flows

For the Year Ended December 31, 2023 and 2022
(In U.S. dollars)

	2023	2022
Operating activities		
Net income	$ 4,107	$ (41,185)
Changes in other accounts		
(Increase) / decrease in investments	50,943	5,122
(Increase) / decrease in accounts receivable	(1,335)	(3,059)
(Increase) / decrease in inventory		29,694
Increase / (decrease) in accounts payable	(11,344)	8,735
Net cash provided by operating activities	42,371	(693)
Net (decrease) increase in cash	42,371	(693)
Balance at beginning of year	444,663	445,356
Balance at end of year	$ 487,034	$ 444,663

See accompanying notes and accountant's review report.

Feed the Hungry San Miguel, Inc.

Notes to Financial Statements

For the Years Ended December 31, 2023 and 2022
(In U.S. dollars)

1. Description of the entity

Feed the Hungry San Miguel, Inc. is legally established as a nonprofit organization, in the State of Texas, in order to provide to children and destitute elderly nutritious meals, as well as to assist other charitable organizations abroad. In the case of dissolution or liquidation, according to its bylaws and the laws of the State of Texas, it must transfer all its assets another similar institution(s).

2. Summary of the important accounting polices

The attached financial statements have been prepared with Generally Accepted Accounting Principles in the United States using the accrual basis of accounting.

a. ***A summary of the significant accounting policies used in the preparation of the Accompanying statements:***

- Comparative Statements of Financial Activities show the assets and the liabilities and the net assets of the organizations as of December 31, 2023 and 2022.
- Comparative Statements of Financial Activities which show the changes in the net assets of the organization, during the years ended on December 31, 2023 and 2022, which include the income and expenses.
- Comparative Statements of Cash Flows for periods which ended December 31, 2023 and 2022 which reflect sources and uses of funds for the respective periods.

b. ***Cash*** – Cash consist mainly of bank deposits in checking accounts. Cash is stated at nominal value.

c. ***Short term investments-*** The Company classifies investments as trading, held to maturity, or available for sale at the time of purchase and reassesses such classifications as of each balance sheet date. Investments classified as trading securities are acquired and held principally for the purpose of selling them in the near term. Trading securities are stated at fair value with any unrealized gains or losses recognized within earnings. Held to maturity Investments are those which the Company has both the ability and intent to hold until maturity and are carried at amortized cost. Available for sale securities include investments that are classified neither as trading nor held to maturity. These investments are stated at fair value with any unrealized gains and losses, net of income tax recorded as a component of other comprehensive income within stockholder's equity and reclassified to current earnings upon their sale of maturity. Fair value is determined using prices quoted in recognized markets. If such instruments are not traded, fair value is determined by applying the appropriate valuation models.

d. ***Use of estimates*** – The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although management believes the estimates and assumptions used in the preparation of these financial statements were appropriate in the circumstances, actual results could differ from those estimates and assumptions.

3. Cash

	2023	2022
Pay Pal A/C's	$ 655	$ 1,153
Stripe feedthehungrysma.com	-	-
Frost Bank 0901	70,770	413,376
Edward Jones 3612	193,581	3,550
Edward Jones 8114	152,518	2,913
US Bank 0008	19,696	18,415
Oppenheimer 0728	49,814	5,256
	$ 487,034	$ 444,663

4. Short term investments

	2023	2022
Edward Jones 3612	$ 2,238,302	$ 2,265,095
Oppenheimer 0728	349,124	373,274
	$ 2,587,426	$ 2,638,369

4.a Endowment Fund

	2023	2022
Edward Jones 3612 (Cash)	$ 192,944	$ 2,913
Oppenheimer 0728 (Cash)	49,812	5,256
Edward Jones 3612 (Securities)	2,238,302	2,265,095
Oppenheimer 0728 (Securities)	349,124	373,274
	$ 2,830,182	$ 2,646,538

5. Contributions Restricted

	2023	2022
Los Ricos all Programs	$ 21,505	$ 42,677
Clean Water Projects	-	7,115
Early Nutrition Program (Temp. Restricted)	-	30,117
Zimmerman Fund	150	-
	$ 21,655	$ 79,909

6. Expenditure Restricted (Feed the Hungry Restricted Program Mexico)

	2023	2022
Los Ricos All Programs	$ 34,238	$ 37,477
Clean Water Projects	-	7,115
In Kind Donation of Masks	-	29,694
Early Nutrition Program (Temp. Restricted)	20,004	20,004
Grant Moskowitz	3,464	16,536
New 2022 Kitchens Fund	-	30,117
	$ 57,706	$ 140,943

7. Net Assets

	2023			
	Unrestricted	Endowment Fund	Restricted	Total
Changes in net assets	$ (143,486)	$ 183,644	$ (36,051)	$ 4,107
Net assets at beginning of year	394,997	2,646,538	68,551	3,110,086
Net assets at year end	$ 251,511	$ 2,830,182	$ 32,500	$ 3,114,193

	2022			
	Unrestricted	Endowment Fund	Restricted	Total
Changes in net assets	$ 190,592	$ (170,744)	$ (61,033)	$ (41,185)
Net assets at beginning of year	204,405	2,817,282	129,584	3,151,271
Net assets at year end	$ 394,997	$ 2,646,538	$ 68,551	$ 3,110,086

As per the Certificate of Incorporation of the organization, Feed the Hungry San Miguel, Inc. is a non-profit entity with the purpose of supporting persons of lower income, by providing food, giving emergency services, as well as creating and promoting nutrition programs and projects, education, health assistance and other activities. Therefore, net assets are made up of income from donations received in cash or in kind and through fees or additional services.

In case of the liquidation of the entity, all of its net assets will be donated or otherwise transferred to other non-profit entities authorized to receive donations, under the terms of the applicable laws.

These notes are an integral part of the financial statements of Feed the Hungry San Miguel, Inc. for the years ended December 31, 2023 and 2022.

Feed the Hungry San Miguel, Inc.

Additional Reporting Net Assets

For the years ended December 31, 2023 and 2022

(In U.S. dollars)

2023

	Net Assets at beginning of year	Revenue	Transfers	Expenses	Net Assets at end year
Unrestricted	$ 394,998	$ 652,714	$ -	$ 796,200	$ 251,512
Endowment Fund	2,646,538	183,644	-	-	2,830,182
Los Ricos All Programs	34,964	21,505	-	34,238	22,231
Zimmerman Fund	3,129	150	-	-	3,279
Grant Moskowits	3,464	-	-	3,464	-
Early Nutrition Program (Temp. Restricted	26,993	-	-	20,004	6,989
	$ 3,110,086	$ 858,013	$ -	$ 853,906	$ 3,114,193

2022

	Net Assets at beginning of year	Revenue	Transfers	Expenses	Net Assets at end year
Unrestricted	$ 203,274	$ 649,603	$ -	$ 457,879	$ 394,998
Endowment Fund	2,818,413	(171,875)	-	-	2,646,538
Los Ricos All Programs	29,764	42,677	-	37,477	34,964
Zimmerman Fund	3,129	-	-	-	3,129
Grant Moskowits	20,000	-	-	16,536	3,464
Clean Water Projects	-	7,115	-	7,115	-
In Kind Donation of Marks	29,694	-	-	29,694	-
Early Nutrition Program (Temp. Restricted	46,997	-	-	20,004	26,993
New 2022 Kitchen Fund	-	30,117	-	30,117	-
	$ 3,151,271	$ 557,637	$ -	$ 598,822	$ 3,110,086