

INDRALOKA ANIMAL SANCTUARY, INC.

**YEARS ENDED
DECEMBER 31, 2021 AND 2020**

INDRALOKA ANIMAL SANCTUARY, INC.
YEARS ENDED DECEMBER 31, 2021 AND 2020

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**Kronick
Kalada
Berdy & Co.**
A Professional Corporation

Certified Public Accountants

Officers/Shareholders

Deborah A. Eastwood, CPA
Kevin R. Foley, CPA
Mario Ercolani, CPA
Anthony R. Caravaggio, CPA
Ronald H. Ulitchney, CPA
Louis E. Marcin, CPA
Jason C. Williams, CPA

Donald M. Kronick, CPA
Paul Berdy, CPA
William R. Lazor, CPA/PFS, CFE
William Fromel, CPA

Independent Auditors' Report

Board of Directors
Indraloka Animal Sanctuary, Inc.
Dalton, Pennsylvania

Opinion

We have audited the financial statements of Indraloka Animal Sanctuary, Inc., which comprise the statements of financial position as of December 31, 2021 and 2020, and the related statements of activities and changes in net assets and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Indraloka Animal Sanctuary, Inc. as of December 31, 2021 and 2020, 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 have conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Indraloka Animal Sanctuary, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the 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; 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 Indraloka Animal Sanctuary, Inc.'s ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditors' 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 GAAS 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 GAAS, 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 Indraloka Animal Sanctuary, Inc.'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 Indraloka Animal Sanctuary, Inc.'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.

Kronick Kalada Berg & Co

Kingston, Pennsylvania
November 17, 2022

INDRALOKA ANIMAL SANCTUARY, INC.
STATEMENTS OF FINANCIAL POSITION
YEARS ENDED DECEMBER 31, 2021 AND 2020

	ASSETS	
	2021	2020
Cash	\$ 270,692	\$ 160,791
Contributions receivable	4,000	24,000
Cash restricted for building project	-	250,405
Property and equipment, net	2,850,735	2,747,822
Total assets	<u>\$ 3,125,427</u>	<u>\$ 3,183,018</u>
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable	\$ 31,005	\$ 81,578
Accrued liabilities	51,766	44,155
Deferred revenue	25,000	67,800
Long-term debt	612,737	612,737
Total liabilities	<u>720,508</u>	<u>806,270</u>
Net assets:		
Without donor restrictions	2,404,919	2,126,343
With donor restrictions	-	250,405
Total net assets	<u>2,404,919</u>	<u>2,376,748</u>
Total liabilities and net assets	<u>\$ 3,125,427</u>	<u>\$ 3,183,018</u>

See notes to financial statements

INDRALOKA ANIMAL SANCTUARY, INC.
STATEMENTS OF ACTIVITIES
YEARS ENDED DECEMBER 31, 2021 AND 2020

	2021	2020
Change in net assets without donor restrictions:		
Support and revenues:		
Contributions	\$ 735,616	\$ 979,297
In-kind contributions	247,676	162,483
Grants	140,445	76,350
Program income	11,673	-
Miscellaneous income	13,954	17,642
Paycheck Protection Program Grant	97,850	92,698
Total support and revenues without donor restrictions	<u>1,247,214</u>	<u>1,328,470</u>
Expenses:		
Salaries and wages	494,980	460,471
Animal expense	299,075	256,923
Advertising	103,450	-
Depreciation	75,533	22,632
Insurance	52,916	68,427
Supplies	52,824	23,374
Utilities	36,057	33,379
Auto expenses	22,675	25,442
Travel and meals	19,969	651
Rent	16,954	26,901
Office expenses	16,341	10,752
Miscellaneous expenses	14,211	10,963
Professional fees	8,000	7,800
Interest expense	5,128	72
Charitable contributions	930	580
Total expenses	<u>1,219,043</u>	<u>948,367</u>
Change in net assets without donor restrictions from operations	<u>28,171</u>	<u>380,103</u>
Other non-operating items, net:		
Net assets released from restriction, satisfaction of purpose restrictions	<u>250,405</u>	<u>-</u>
Change in net assets without donor restrictions	<u>278,576</u>	<u>380,103</u>
Changes in net assets with donor restrictions		
Contributions	-	100,405
Net assets released from restrictions	<u>(250,405)</u>	<u>-</u>
Change in net assets with donor restrictions	<u>(250,405)</u>	<u>100,405</u>
Increase in total net assets	<u>\$ 28,171</u>	<u>\$ 480,508</u>

See notes to financial statements

INDRALOKA ANIMAL SANCTUARY, INC.
STATEMENTS OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2021 AND 2020

	With Donor Restrictions	Without Donor Restrictions	Total
Net Assets, December 31, 2019	\$ 150,000	\$ 1,746,240	\$ 1,896,240
Increase in total net assets	<u>100,405</u>	<u>380,103</u>	<u>480,508</u>
Net Assets, December 31, 2020	250,405	2,126,343	2,376,748
Increase (decrease) in total net assets	<u>(250,405)</u>	<u>278,576</u>	<u>28,171</u>
Net Assets, December 31, 2021	<u><u>\$ -</u></u>	<u><u>\$ 2,404,919</u></u>	<u><u>\$ 2,404,919</u></u>

See notes to financial statements

INDRALOKA ANIMAL SANCTUARY, INC.
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2021 AND 2020

	2021	2020
Cash flows from operating activities:		
Increase in net assets	\$ 28,171	\$ 480,508
Adjustments:		
Depreciation	75,533	22,632
Contributions restricted for building	-	(100,405)
Changes in assets and liabilities:		
Contributions receivable	20,000	59,000
Accounts payable	(50,573)	(16,142)
Accrued liabilities	7,611	9,052
Deferred revenues	(42,800)	42,800
Prepaid expense	-	1,828
Net cash provided by operating activities	<u>37,942</u>	<u>499,273</u>
Cash used in investing activities, purchase of property and equipment	<u>(178,446)</u>	<u>(533,470)</u>
Cash flows from financing activities:		
Collections of restricted contributions for building	-	100,405
Borrowings on long-term debt	-	150,000
Net cash provided by financing activities	<u>-</u>	<u>250,405</u>
Net increase (decrease) in cash	(140,504)	216,208
Cash, beginning	<u>411,196</u>	<u>194,988</u>
Cash, ending	<u>\$ 270,692</u>	<u>\$ 411,196</u>
Supplemental disclosure:		
Cash paid for interest	<u>\$ 5,128</u>	<u>\$ 72</u>

See notes to financial statements

INDRALOKA ANIMAL SANCTUARY, INC.

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2021 AND 2020

NOTE 1 Nature of operations and summary of significant accounting policies

Nature of operations

Indraloka Animal Sanctuary, Inc. ("Indraloka") is a not-for-profit corporation located in Mehoopany, Pennsylvania. It provides for farm animals that have nowhere else to turn. It informs, inspires, and empowers the community, especially children, on ways in which to better care for our community and environment while helping animals in need. It advocates for kind and compassionate diet and lifestyle that protects animals and the earth.

Basis of accounting

Indraloka uses the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Cash

The following table provides a reconciliation of cash and restricted cash reported within the statements of financial position to the sum of the corresponding amounts within the statement of cash flows:

	<u>2020</u>
Cash	\$ 160,791
Cash restricted to building project	<u>250,405</u>
Total	<u>\$ 411,196</u>

Net assets

Net assets, revenue, and support are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net assets without donor restrictions: Net assets that are not subject to or no longer subject to donor or certain grantor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of Indraloka's management and board of directors.

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 Indraloka or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity,

We report contributions restricted by donors as increases in net assets without donor restrictions if the restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. We report conditional

INDRALOKA ANIMAL SANCTUARY, INC.

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2021 AND 2020

contributions restricted by donors as increases in net assets without donor restrictions if the restrictions and conditions expire simultaneously in the reporting period.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law.

When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

Contributions

We recognize contributions when cash, securities or other assets, or an unconditional promise to give is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

Indraloka reports gifts of land, building and equipment as support without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit donor restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as support with donor restrictions. Indraloka reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service or when collectible, if later.

Advertising

Advertising costs of \$103,450 for the year ended December 31, 2021 were charged to expense as incurred. These costs were an in-kind contribution.

Revenue and revenue recognition

Contributions are recognized when cash, securities, other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met. Revenues from sales of products and service fees are recognized when the related product or service is provided to the customer, the price is fixed and determinable, and collectability is reasonably assured. Special events revenue is comprised of an exchange element based upon the direct benefits donors receive and a contribution element for the difference. Indraloka recognizes special events revenue equal to the fair value of direct benefits to donors when the special event takes place. Indraloka recognizes the contribution element of special event revenue immediately, unless there is a right of return if the special event does not take place.

Deferred revenue amounted to \$25,000 at December 31, 2019.

INDRALOKA ANIMAL SANCTUARY, INC.

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2021 AND 2020

Contributions receivable

Contributions receivable at December 31, 2021 and 2020 are principally expected to be collected and are stated at the amount management expects to be collected from the outstanding balance. As management believes the contributions receivable are collectible in full, no allowance for doubtful accounts is provided.

Use of estimates

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

In-kind contributions

In-kind contributions of animal supplies and other products received from corporations or individuals are recorded at their estimated fair value based on Indraloka's estimate of the retail values that would be received for selling the goods in their principal market considering the good's condition and utility for use at the time they are contributed by the donor. We do not sell donated gifts-in-kind. In addition to contributed nonfinancial assets, volunteers contribute significant amounts of time to program services, administration, and fundraising and development activities; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. For the years ended December 31, 2021 and 2020, Indraloka received animal supplies and other program products in the amounts of \$144,226 and \$162,483, respectively, and advertising in the amount of \$103,450 for the year ended December 31, 2021.

Contributed food, supplies, and advertising are valued using estimated U.S. wholesale prices (principal market) of identical or similar products using pricing data under a "like-kind" methodology considering the goods' condition and utility for use at the time of the contribution. Contributed food and supplies are used in program services and contributed advertising is used for program services and development.

All gifts-in-kind received during the years ended December 31, 2021 and 2020 were unrestricted.

Property and equipment

Property and equipment are recorded at cost. Maintenance and repairs are charged to operations and major improvements are capitalized. It is the Indraloka's policy to capitalize equipment and improvements with a purchase price in excess of \$500. Property and equipment are depreciated on the straight-line method over their estimated useful lives.

INDRALOKA ANIMAL SANCTUARY, INC.

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2021 AND 2020

Income taxes

Indraloka has been recognized as exempt from income taxes under the Internal Revenue Code Section 501 (c)(3) and similar state statutes and, therefore, has no provision for income taxes. It is not a private foundation. Indraloka follows the guidance of Accounting Standards Codification (ASC) 740, *Accounting for Income Taxes*, related to uncertain income tax, which prescribes a threshold of more than likely than not for recognition and derecognition of tax positions taken or expected to be taken in a tax return. All significant tax positions have been considered by management. It has been determined that it is more likely than not that all tax positions would be sustained upon examination by taxing authorities.

Paycheck Protection Program

Indraloka obtained loans from a bank pursuant to the Paycheck Protection Program ("PPP") of the CARES Act. The loans qualified for forgiveness provided the proceeds were used for eligible expenses in the covered 24-week period and certain employee retention criteria were met. In accordance with FASB ASC 958-605, Indraloka accounted for the PPP loans as conditional contributions and in cash flows from operating activities in the statements of cash flows. As the conditions of release were substantially met, Indraloka recognized the proceeds of the PPP loans as income in 2021 and 2020. The loans were officially forgiven by the Small Business Administration in February 2022 and March 2021, respectively.

NOTE 2 Cash

Indraloka maintains its principal cash accounts in commercial banks located in Pennsylvania. Accounts at these banks are insured by the Federal Deposit Insurance Corporation (FDIC).

NOTE 3 Property and equipment, net

Property and equipment, net consists of the following:

	<u>2021</u>	<u>2020</u>
Land and building	\$ 710,000	\$ 710,000
Vehicles	111,896	111,896
Equipment, furniture and fixtures	94,748	91,600
Building	2,094,372	-
Construction in progress	-	1,919,074
	<u>3,011,016</u>	<u>2,832,570</u>
Accumulated depreciation	<u>160,281</u>	<u>84,748</u>
	<u>\$ 2,850,735</u>	<u>\$ 2,747,822</u>

Depreciation expense for the years ended December 31, 2021 and 2020 was \$75,533 and \$22,632, respectively.

INDRALOKA ANIMAL SANCTUARY, INC.

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2021 AND 2020

NOTE 4 Long-term debt

Long-term debt consists of the following:

	<u>2021</u>	<u>2020</u>
Loan Payable, monthly payments starting in May 2022 of \$2,740, including interest at 2.87%, matures April 2042, secured by property.	\$ 462,737	\$ 462,737
Small Business Administration, monthly payments starting in January 2022 of \$641, including interest of 2.75%, matures in June 2052, secured by tangible and intangible personal property	<u>150,000</u>	<u>150,000</u>
	612,737	612,737
Less current portion	<u>12,412</u>	<u>1,745</u>
Long-term debt	<u><u>\$ 600,325</u></u>	<u><u>\$ 610,992</u></u>

Principle payments on long-term debt are due as follows:

2022	\$ 12,412
2023	22,800
2024	20,459
2025	24,136
2026	24,834
Thereafter	508,096
	<u><u>\$ 612,737</u></u>

NOTE 5 Commitments and concentrations

Indraloka has entered into a month-to-month lease agreement for its property with one of its Board of Director members. Indraloka is required to pay the utilities, insurance, repairs and real estate taxes relative to the property. The related party rental expense was approximately \$17,000 and \$24,000 in 2021 and 2020, respectively. For 2021 and 2020, approximately 50% and 71% of Indraloka's revenues are from one donor.

Management continues to evaluate the impact of the COVID-19 pandemic and has concluded that while it is reasonable possible that the virus could have a negative effect on the Indraloka's financial position and results of its operations, the specific impact is not readily determinable as of the date of these financial statements. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

INDRALOKA ANIMAL SANCTUARY, INC.

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2021 AND 2020

NOTE 6 Net assets with donor restrictions

Net assets with donor restrictions consisted of contributions of \$250,405 at December 31, 2020, which were restricted for the new building project.

NOTE 7 New building project

At December 31, 2020, construction in progress of approximately \$1,919,074 relating to this project was included in fixed assets. The new building project, with a total cost of \$2,094,372, was completed during 2021 and was financed through use of cash, contributions, and a promissory note with an individual.

NOTE 8 Liquidity and availability

Indraloka monitors its liquidity so that it is able to meet its operating needs and other contractual commitments. It meets these operating needs and contractual commitments through its program revenue, contributions, grants and structuring its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Indraloka's financial assets available within one year of December 31, 2021 and December 31, 2020:

December 31, 2021

Financial assets:

Cash	\$ 270,692
Contributions receivable	4,000

Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 274,692</u>
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December 31, 2020

Financial assets:

Cash	\$ 411,196
Contributions receivable	24,000
Financial assets at year end	<u>435,196</u>

Less those unavailable for general expenditure within one year due to: Restricted by donors with time purpose restrictions	<u>(250,405)</u>
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Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 184,791</u>
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INDRALOKA ANIMAL SANCTUARY, INC.

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2021 AND 2020

NOTE 9 Paycheck Protection Program

Indraloka obtained a \$92,698 loan from a bank pursuant to the Paycheck Protection Program ("PPP") of the CARES Act in April 2020 and an additional \$97,850 PPP loan in March 2021. Funds from the loan may only be used for payroll, group health benefits, rent, interest, and utilities incurred during the covered 24-week period. The terms of the loan included interest at 1% per annum, with principal and interest payments, if not forgiven. The loan qualified for forgiveness provided the proceeds were used for eligible expenses in the covered periods and certain employee retention criteria were met. In accordance with FASB ASC 958-605, Indraloka accounted for the PPP loans as conditional contributions.

Indraloka submitted applications for forgiveness of the PPP loans. Both the Lender and SBA forgave 100% of the PPP loans in the amount of \$92,698 in March 2021 and \$97,850 in February 2022. Indraloka recognized the proceeds of the PPP loans as income in 2021 and 2020. Indraloka is not aware of or is anticipating any further review of the loan's forgiveness, but the loan itself and the forgiveness of the loan could be subject to further examination by the SBA or the Lender. If the decision to forgive the loan is reversed in part or whole, Indraloka will be required to repay the outstanding principal, along with accrued interest.

NOTE 10 Functional allocational of expenses

Indraloka provides services locally, nationally, and globally through various in-person and digital platforms. Expenses related to providing these services for the year ended December 31, 2021:

	Program	Fundraising	General and Administrative	Total
Salaries and wages	\$ 445,482		\$ 49,498	\$ 494,980
Animal expense	299,075			299,075
Advertising	93,105		10,345	103,450
Depreciation	67,980		7,553	75,533
Insurance	47,624		5,292	52,916
Supplies	41,203	\$ 6,339	5,282	52,824
Utilities	32,451		3,606	36,057
Other	21,907		2,434	24,341
Auto expenses	20,407		2,268	22,675
Travel and meals			19,969	19,969
Rent	15,259		1,695	16,954
Miscellaneous expenses	12,790		1,421	14,211
Interest expense	4,615		513	5,128
Charitable contributions			930	930
	<u>\$ 1,101,898</u>	<u>\$ 6,339</u>	<u>\$ 110,806</u>	<u>\$ 1,219,043</u>

INDRALOKA ANIMAL SANCTUARY, INC.

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2021 AND 2020

Expenses related to providing these services for the year ended December 31, 2020:

	Program	Fundraising	General and Administrative	Total
Salaries and wages	\$ 414,424		\$ 46,047	\$ 460,471
Animal expense	206,581			206,581
Insurance	61,584		6,843	68,427
Educational program	50,342			50,342
Auto expenses	22,898		2,544	25,442
Utilities	30,041		3,338	33,379
Rent	24,211		2,690	26,901
Miscellaneous expenses	9,867		1,096	10,963
Travel and meals			651	651
Charitable contributions			580	580
Depreciation	20,369		2,263	22,632
Supplies	18,187	\$ 2,850	2,337	23,374
Other	17,219		1,333	18,552
Interest expense	65		7	72
	<u>\$ 875,788</u>	<u>\$ 2,850</u>	<u>\$ 69,729</u>	<u>\$ 948,367</u>

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Expenses directly related to the program, fundraising, or supporting services (general and administrative) are assigned to the program, fundraising or supporting service. The expenses that are allocated include salaries and wages and insurance, which are allocated on the basis of estimates of time and effort, as well as depreciation and rent, which are allocated on square footage basis. Auto expenses, utilities, miscellaneous, supplies and other are allocated based on estimates of usage.

NOTE 11 Subsequent events

As discussed in Note 9, the Indralokas' Paycheck Protection Program loan of \$97,850 was forgiven by the Small Business Administration in February 2022.

Indraloka has evaluated subsequent events through November 17, 2022, which is the date the financial statements were available to be issued.