

RE:WILD
(A Nonprofit Corporation)
CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORT

JUNE 30, 2022 AND 2021

RE:WILD
(A Nonprofit Corporation)

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Independent Auditors' Report

Board of Directors
Re:wild
Austin, Texas

Opinion

We have audited the accompanying consolidated financial statements of Re:wild, which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Re:wild as of June 30, 2022 and 2021, and the results of its operations 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 (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the consolidated financial statements section of our report. We are required to be independent of Re:wild 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibility for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 consolidated 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 consolidated 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 consolidated 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 Re:wild'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Re:wild'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 Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The consolidating statements are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

A handwritten signature in cursive script that reads "Atchley & Associates, LLP".

Austin, Texas

February 2, 2023

RE:WILD
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2022 AND 2021

	2022	2021
ASSETS		
Current assets		
Cash and cash equivalents	\$ 7,924,286	\$ 15,572,674
Short term investments	55,298,460	29,003,439
Assets held for sale	945,000	945,000
Contributions receivable	850	10,114,160
Prepaid expenses	80,428	63,078
Total current assets	64,249,024	55,698,351
Non-current assets		
Program related investment	1,000,000	1,000,000
Long term investments	10,542,287	11,298,864
Total assets	\$ 75,791,311	\$ 67,997,215
LIABILITIES AND NET ASSETS		
Current liabilities		
Accrued liabilities	\$ 741,116	\$ 315,393
Current portion of long-term debt	-	108,139
Total current liabilities	741,116	423,532
Long-term debt	8,000,000	555,861
Total liabilities	8,741,116	979,393
Net assets		
Without donor restrictions:		
Undesignated	7,512,473	4,199,591
Board designated	1,512,882	2,034,897
Total without donor restrictions:	9,025,355	6,234,488
With donor restrictions:		
For time or purpose	54,997,210	57,755,704
In perpetuity	3,027,630	3,027,630
Total with donor restrictions:	58,024,840	60,783,334
Total net assets	67,050,195	67,017,822
Total liabilities and net assets	\$ 75,791,311	\$ 67,997,215

The accompanying notes are an integral part of these financial statements.

RE: WILD
CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

	Without Donor Restrictions	With Donor Restrictions		Total
		For Time or Purpose	In Perpetuity	
Revenues				
Contributions and grants	\$ 8,986,497	\$ 53,679,729	\$ -	\$ 62,666,226
Contributed nonfinancial assets	901,400	-	-	901,400
Investment return, net	(835,012)	(389,807)	-	(1,224,819)
Advertising revenue	1,363,974	-	-	1,363,974
Other revenue	706,938	-	-	706,938
Total revenues	11,123,797	53,289,922	-	64,413,719
Net assets released from restrictions	56,048,416	(56,048,416)	-	-
Total revenues and net assets released from restrictions	67,172,213	(2,758,494)	-	64,413,719
Expenses				
Program services	59,718,954	-	-	59,718,954
General and administrative	3,861,632	-	-	3,861,632
Fundraising	800,760	-	-	800,760
Total expenses	64,381,346	-	-	64,381,346
Change in net assets	2,790,867	(2,758,494)	-	32,373
Net assets at beginning of year	6,234,488	57,755,704	3,027,630	67,017,822
Net assets at end of year	\$ 9,025,355	\$ 54,997,210	\$ 3,027,630	\$ 67,050,195

The accompanying notes are an integral part of these financial statements.

RE: WILD
CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2021

	Without Donor Restrictions	With Donor Restrictions		Total
		For Time or Purpose	In Perpetuity	
Revenues				
Contributions and grants	\$ 665,160	\$ 35,501,023	\$ 750	\$ 36,166,933
Contributed nonfinancial assets	1,278,585	80,274	-	1,358,859
Investment return, net	577,160	1,002,555	-	1,579,715
Advertising revenue	-	-	-	-
Other revenue	587,445	-	-	587,445
Total revenues	3,108,350	36,583,852	750	39,692,952
Net assets released from restrictions	23,898,078	(23,898,078)	-	-
Total revenues and net assets released from restrictions	27,006,428	12,685,774	750	39,692,952
Expenses				
Program services	29,600,089	-	-	29,600,089
General and administrative	3,141,868	-	-	3,141,868
Fundraising	331,015	-	-	331,015
Total expenses	33,072,972	-	-	33,072,972
Change in net assets	(6,066,544)	12,685,774	750	6,619,980
Net assets at beginning of year	12,301,032	45,069,930	3,026,880	60,397,842
Net assets at end of year	\$ 6,234,488	\$ 57,755,704	\$ 3,027,630	\$ 67,017,822

The accompanying notes are an integral part of these financial statements.

RE:WILD
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2022

	Program Services	General and Administrative	Fundraising	For-Profit Subsidiary	Total
Corporate Services	\$ 153,895	\$ 1,241,970	\$ 26,450	\$ -	\$ 1,422,315
Contract Services	3,331,036	137,697	38,211	209,769	3,716,713
Grants and Awards	42,664,575	6,150	-	-	42,670,725
Facilities and Equipment	-	65,543	-	50,407	115,950
Communications	161,757	221,009	2,427	-	385,193
Supplies	147,187	49,945	128	11,451	208,711
Other Expenses	7,541,236	188,884	213	23,037	7,753,370
Payroll Expenses	4,061,497	1,921,314	704,474	614,017	7,301,302
Travel and Meetings	673,550	29,120	28,857	75,540	807,067
Total expenses	\$ 58,734,733	\$ 3,861,632	\$ 800,760	\$ 984,221	\$ 64,381,346

The accompanying notes are an integral part of these financial statements.

RE:WILD
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2021

	Program Services	General and Administrative	Fundraising	For-Profit Subsidiary	Total
Corporate Services	\$ 225,090	\$ 527,637	\$ 25,200	\$ -	\$ 777,927
Contract Services	4,547,896	249,484	30,413	-	4,827,793
Grants and Awards	20,461,551	-	-	-	20,461,551
Facilities and Equipment	-	66,873	-	-	66,873
Communications	810,679	187,210	4,514	-	1,002,403
Supplies	43,362	75,739	1,528	-	120,629
Other Expenses	104,510	41,894	11,974	-	158,378
Payroll Expenses	3,354,358	1,986,907	256,394	-	5,597,659
Travel and Meetings	52,643	6,124	992	-	59,759
Total expenses	\$ 29,600,089	\$ 3,141,868	\$ 331,015	\$ -	\$ 33,072,972

The accompanying notes are an integral part of these financial statements.

RE:WILD
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2022 AND 2021

	2022	2021
Cash flows from operating activities:		
Change in net assets	\$ 32,373	\$ 6,619,980
Adjustments to reconcile change in net assets to net cash from operating activities:		
(Gains)/losses on investments	1,778,436	(1,122,834)
Donation of stock	(29,936,070)	-
Forgiveness of debt	(664,000)	(572,000)
Change in assets and liabilities:		
Contributions receivable	10,113,310	(8,975,250)
Prepaid expenses	(17,350)	(5,680)
Accrued liabilities	425,723	106,533
Net cash flows from operating activities	(18,267,578)	(3,949,251)
Cash flows from investing activities:		
Purchases of investments	(8,123,489)	(1,932,832)
Proceeds from sale of investments	10,742,679	17,212,587
Net cash flows from investing activities	2,619,190	15,279,755
Cash flows from financing activities:		
Proceeds from notes payable	8,000,000	664,000
Net cash flows from financing activities	8,000,000	664,000
Net change in cash and cash equivalents	(7,648,388)	11,994,504
Cash and cash equivalents, beginning of year	15,572,674	3,578,170
Cash and cash equivalents, end of year	\$ 7,924,286	\$ 15,572,674

The accompanying notes are an integral part of these financial statements.

RE:WILD
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

1. ORGANIZATION

Re:wild, formerly known as Global Wildlife Conservation, was founded in 2008 and its mission is to protect and restore the wild to build a thriving Earth where all life flourishes. Re:wild works with hundreds of partners and Indigenous communities to protect the wild that's left and restores the rest. Our organization has a singular and powerful focus: the wild as the most effective solution to the interconnected climate, biodiversity, and human health crises currently facing our global community. We bring strategy, science, tactics, funding, communications, capacity building, and a global approach to help co-implement programs and projects around the world.

As Re:wild, our newly rebranded and expanded organization is scaling up our work with local partners to protect and restore ecosystems in the most important places for biodiversity on the planet. We work with more than 450 partners in over 80 countries, developing and replicating best practices that can be tailored and implemented locally. We believe that the best people to protect the local environment are the leaders who live there – who we call Guardians – including local and Indigenous peoples, nongovernmental organizations, and governments. Our work has helped to protect over 4.8 million hectares benefitting more than 16,000 species in the world's most irreplaceable places for biodiversity.

Related Entities - ReWild Colombia Corp is a Delaware Corporation established on February 24, 2021, and is wholly-owned by Re:wild. Lonely Whale, LLC is a Delaware Corporation established on April 23, 2015, and is wholly-owned by Re:wild. ReWild Colombia Corp has no activity and is not included in these consolidated financial statements. On May 10, 2021, 52HZ, Inc., a Delaware Corporation, was established as a wholly-owned subsidiary of Lonely Whale, LLC and their activity is included in these consolidated financial statements.

As noted above, the accompanying consolidated financial statements include the operations of Re:wild, Lonely Whale, LLC, and 52HZ, Inc. (collectively referred to as Re:wild). All interorganizational transactions have been eliminated.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation - The consolidated financial statements are presented in accordance with accounting principles generally accepted in the United States of America (GAAP) as defined by the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC). Net assets and revenues, expenses, gains, and losses are classified based on the existence of donor-imposed restrictions. Accordingly, net assets of Re:wild and changes therein are classified and reported as follows:

Net assets without donor restrictions - These types of net assets are not subject to donor-imposed stipulations. 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.

RE:WILD
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Net assets with donor restrictions - These types of net assets are subject to donor-imposed stipulations. Some donor restrictions are temporary in nature; those restrictions will be met by actions of Re:wild or by the passage of time. 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. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Basis of Accounting - Re:wild's consolidated financial statements have been prepared on the accrual basis of accounting applicable to not-for-profit organizations in accordance with GAAP.

Accounting Estimates - The preparation of consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash Equivalents - Re:wild considers all highly liquid investments with an original maturity of three months or less to be cash equivalents, unless designated for investment purposes.

Investments - Certificates of deposit and investments, which consist of U.S. Agency securities and bonds, corporate bonds, mutual funds, equity securities, and asset-backed securities, are stated at fair market value.

Revenue Recognition - Contributions and grants receivable are recognized as revenue in the period received and as assets, decreases of liabilities, or expenses depending on the form of benefits received. Contributions and grants receivable are recorded at net realizable value if expected to be collected in one year and at the present value of their estimated future cash flows if expected to be collected in more than one year, unless otherwise noted. Conditional promises to give are recognized when the condition on which they depend is substantially met.

Contributions and grants receivable are recorded at the amount Re:wild expects to collect on outstanding balances. Re:wild has not set up an allowance for uncollectible receivables at June 30, 2022 and 2021, because management estimates all balances to be collectible. Management closely monitors outstanding balances and write offs.

All contributions and grants are recorded at their fair value and are considered to be available for operations of Re:wild unless specifically restricted by the donor. Unconditional pledges to give cash and other assets are reported as either net assets with donor restrictions for time or purpose or net assets with donor restrictions in perpetuity, if they are received with donor stipulations that limit the use of donated assets. When donor restrictions expire, that is, when a stipulated time restriction ends or restricted purpose is accomplished, the related net assets with donor restrictions for time or purpose are reclassified to net assets without donor restrictions. This is reported in the statements of activities as net assets released from restrictions. Conditional pledges to give are recognized only when the conditions on which they depend are substantially met and pledges become unconditional.

RE:WILD
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Contributed property and equipment are recorded at fair value at the date of donation. Contributions with donor-imposed stipulations regarding how long the contributed assets must be used are recorded as net assets with donor restrictions; otherwise, the contributions are recorded as net assets without donor restrictions.

Contributed services are recognized as contributions if the services (1) create or enhance non-financial assets, or (2) require special skills, are performed by people with those skills, and would otherwise be purchased by Re:wild. Under those criteria, donated professional services and materials are reflected as contribution revenue at their estimated fair value at the date of receipt and are expensed or capitalized as appropriate.

Functional Allocation of Expenses - The costs of providing the various program services and supporting services have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Expenses that are directly related to a program or supporting service are allocated accordingly. Rent is allocated based on square footage. The remaining expenses are based on time and effort.

Fair Value Measurement and Disclosures - The requirements of FASB ASC 820, *Fair Value Measurements and Disclosures*, apply to all financial instruments and all nonfinancial assets and nonfinancial liabilities that are being measured and reported on a fair value basis. Fair value is a market-based measurement, not an entity-specific measurement. For some assets and liabilities, observable market transactions or market information might be available. For other assets and liabilities, observable market transactions and market information might not be available. However, the objective of a fair value measurement is the same in both cases – to estimate the price at which an orderly transaction to sell the asset or to transfer the liability would take place between market participants at the measurement date under current market conditions (that is, an exit price). *Fair Value Measurements and Disclosures* also establish a fair value hierarchy that prioritizes the inputs used in valuation methodologies into the following three levels:

- Level 1 Quoted prices (unadjusted) in active markets for identical assets or liabilities that the reporting entity can access at the measurement date.
- Level 2 Inputs other than quoted prices included with Level 1 that are observable for the asset or liability either directly or indirectly.
- Level 3 Unobservable inputs for the asset or liability.

RE:WILD
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Federal Income Taxes - Re:wild is exempt from federal income taxes under Internal Revenue Code Section 501(c)(3). 52HZ, Inc. is a taxable corporation for federal and state income tax purposes. It files annual federal and state tax returns based on its calendar year end. Re:wild has adopted the recognition requirements for uncertain income tax positions as required by GAAP, with no cumulative effect adjustment required. Income tax benefits are recognized for income tax positions taken or expected to be taken in a tax return, only when it is determined that the income tax position will more likely than not be sustained upon examination by taxing authorities. Re:wild has analyzed the tax positions taken in its filings with the Internal Revenue Service and state jurisdictions where it operates.

Re:wild believes that its income tax filing positions will be sustained upon examination and does not anticipate any adjustments that would result in a material adverse effect on Re:wild's financial position, changes in net assets or cash flows. Accordingly, Re:wild has not recorded any reserves, or related accruals for interest and penalties for uncertain income tax positions at June 30, 2022 and 2021. Re:wild is subject to income tax audits for the previous three years which are open. There are currently no income tax audits for any tax periods in progress.

Significant Accounting Pronouncements - In February 2016, FASB issued Accounting Standards Update (ASU) 2016-02, *Leases (Topic 842)*, to increase transparency and comparability among organizations by recognizing lease assets and lease liabilities on the balance sheet and disclosing key information about leasing arrangements for lessees and lessors. The new standard applies a right-of-use (ROU) model that requires, for all leases with a lease term of more than 12 months, an asset representing its right to use the underlying asset for the lease term and a liability to make lease payments to be recorded. The ASU is effective Re:wild's fiscal years beginning after December 15, 2021, with early adoption permitted. Re:wild is currently evaluating the impact of this ASU on its consolidated financial statements.

In September 2020, FASB issued ASU No. 2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The ASU is expected to increase transparency around contributed nonfinancial assets (also known as “gifts-in-kind”) received by not-for-profit organizations, including transparency on how those assets are used and how they are valued. Re:wild adopted the ASU during the year ended June 30, 2022, and applied the ASU retrospectively to the year ended June 30, 2021.

Subsequent Events - Management of Re:wild has evaluated subsequent events for disclosure through the date of the Independent Auditors' Report, the date the consolidated financial statements were available to be issued. See Note 4.

RE:WILD
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

3. INVESTMENTS

The following table represents assets and liabilities reported on the consolidated statements of financial position at their fair value and cost as of June 30, 2022 and 2021, by level within the fair value measurement hierarchy.

2022	Cost	Level 1 Fair Value	Unrealized Appreciation (Depreciation)
Cash and cash equivalents	\$ 264,219	\$ 275,326	\$ 11,107
Certificates of deposit	10,516,554	10,156,776	(359,778)
Equities	1,806,113	2,281,775	475,662
Mutual funds	21,336,234	26,032,975	4,696,741
Corporate bonds	27,281,663	27,093,895	(187,768)
Total investments	\$ 61,204,783	\$ 65,840,747	\$ 4,635,964

2021	Cost	Level 1 Fair Value	Unrealized Appreciation (Depreciation)
Cash and cash equivalents	\$ 737,790	\$ 737,790	\$ -
Certificates of deposit	10,229,674	10,567,372	337,698
Equities	1,806,113	2,383,537	577,424
Mutual funds	20,215,941	25,561,107	5,345,166
Corporate bonds	1,060,578	1,052,497	(8,081)
Total investments	\$ 34,050,096	\$ 40,302,303	\$ 6,252,207

The following schedule summarizes the investment earnings and its classification in the consolidated statements of activities for the years ended June 30, 2022 and 2021:

	2022	2021
Interest and dividends	\$ 572,250	\$ 473,369
Unrealized and realized gains (losses)	(1,778,436)	1,122,834
Investment management fees	(18,633)	(16,488)
Investment return, net	\$ (1,224,819)	\$ 1,579,715

4. PROGRAM RELATED INVESTMENT

At June 30, 2022 and 2021, Re:wild had one program related investment in the form of an unsecured loan in the amount of \$1,000,000. The loan bears interest at an interest rate of 1% per annum and matures October 2022. Re:wild regularly monitors the loan by reviewing the borrower's financial standing through financial covenants. Effective July 1, 2022, this loan was amended to mature on October 31, 2024, and the amount is being reduced to \$480,000 with Re:wild forgiving 52% of the loan balance.

RE:WILD
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

5. ASSETS HELD FOR SALE

The following schedule summarizes the assets held for sale as of June 30, 2022 and 2021:

	2022	2021
Ruby Artwork	\$ 225,000	\$ 225,000
Schwartz Necklace	65,000	65,000
Klyukin Tiger Artwork	155,000	155,000
Brody Tiger Artwork	100,000	100,000
Butterfield Kelly Canyon Artwork	400,000	400,000
	\$ 945,000	\$ 945,000

These assets were valued by third party industry experts/appraisers and are considered to be level 3.

6. CONCENTRATIONS

Financial instruments which potentially subject Re:wild to credit risk consist of cash and cash equivalents, investments, and contributions receivable. Re:wild places its cash and cash equivalents and investments with quality financial institutions and may exceed the amount of insurance provided on such deposits. At June 30, 2022, the cash deposits exceeded Federal Deposit Insurance Corporation and Securities Investor Protection Corporation insurances by \$7,059,969. Re:wild's investments are exposed to various risks such as interest rate, market, and credit risk. Re:wild does not maintain collateral for its contributions receivable and does not believe significant risk exists.

7. LONG-TERM DEBT

A summary of long-term debt as June 30, 2022 and 2021, follows:

	2022	2021
Note payable related to the Paycheck Protection Program dated March 24, 2021, in the original amount of \$664,000, at an interest rate of 1%, with monthly payments of \$12,900, including interest until maturity on March 24, 2026. This note was forgiven on September 17, 2021, and is recognized as other revenue on the statement of activities for the year ended June 30, 2022.	\$ -	\$ 664,000
Note payable dated December 8, 2021, in the original amount of \$8,000,000, at an interest rate of 2% with quarterly interest only payments or increasing the principal amount for interest not paid. This note matures on December 8, 2026, where the full amount of unpaid principal and interest are due.	8,000,000	-

RE:WILD
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

7. LONG-TERM DEBT - CONTINUED

	2022	2021
Less current installments of long-term debt	\$ -	\$ (108,139)
Long-term debt, excluding current installments	\$ 8,000,000	\$ 555,861

Future maturities of long-term debt are as follows as of June 30:

2026	\$ 8,000,000
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8. CONTRIBUTED NONFINANCIAL ASSETS

Re:wild received the following contributed nonfinancial assets included in the consolidated statements of activities for during the years ended June 30, 2022 and 2021:

	2022	2021
Donated services including professional fees for legal and accounting	\$ 901,400	\$ 1,278,585
Donated artwork and collectibles	-	80,274
Total contributed nonfinancial assets	\$ 901,400	\$ 1,358,859

Donated artwork and collectibles are recorded at fair value based on third-party appraisals, which are considered to be level 3 in the fair value hierarchy.

Donated services are comprised of professional services from attorneys advising Re:wild on various administrative legal matters. Donated services are valued and reported at the estimated fair value in the financial statements based on current rates for similar legal services.

9. ENDOWMENTS

Re:wild has the Walter Steven Sechrest Endowment for Wildlife Protection, the Habitat for Biodiversity Endowment, and the Small Wild Cat Endowment (Endowments). The mission of the Walter Steven Sechrest Endowment for Wildlife Protection is to protect endangered wildlife through anti-poaching efforts, including support to wildlife rangers at nature reserves around the world. The mission of the Habitat for Biodiversity Endowment is to protect endangered wildlife through establishing nature reserves around the world, either through private, community, indigenous, or government protection. The mission of the Small Wild Cat Endowment is to ensure the survival of small wild cats and their natural habitats worldwide.

RE:WILD
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

9. ENDOWMENTS - CONTINUED

The Board of Directors of Re:wild interpret the Uniform Prudent Management of Institutional Funds Act (“UPMIFA”) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. The original value of gifts donated to the permanent endowment, plus the original value of subsequent gifts to the endowment are classified as net assets with donor restrictions into perpetuity. Also included are accumulations to the permanent endowment if directed by the donor gift instrument. The remaining portion of the donor restricted endowment fund is classified as purpose restricted net assets until those funds are appropriated for expenditure by Re:wild in a manner consistent with the standard of prudence prescribed by UPMIFA.

Re:wild has investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Under the investment policy approved by the Board of Directors, the endowment assets are invested in a manner that is intended to produce results that exceed the price and yield results as stated in Re:wild's policy while assuming a moderate level of investment risk. Actual returns in any given year may vary from this amount. To satisfy its long-term rate-of-return objectives, Re:wild relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized gains) and current yield (interest and dividends). Re:wild targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives with prudent risk constraints.

Re:wild has a policy spending rate of 5%. The withdrawals can be lump sum or spread out over the fiscal year. In determining the total amount to withdraw from the Endowments in any given year, the Investment Committee incorporates a document hybrid method. The Investment Committee must approve any special appropriation or decision not to spend the amount indicated by the spending formula in advance.

Endowment balances were as follows as of June 30, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Walter Steven Sechrest Endowment for Wildlife Protection	\$ 2,817,834	\$ 3,311,602
Habitat for Biodiversity Endowment	44,277	50,916
Small Wild Cat Endowment	<u>2,338,492</u>	<u>2,545,594</u>
	<u>\$ 5,200,603</u>	<u>\$ 5,908,112</u>

RE:WILD
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

9. ENDOWMENTS - CONTINUED

Changes in endowment net assets were as follows for the year ended June 30, 2022:

	Without Donor Restrictions		With Donor Restrictions		Total
	Board Designated	For Time or Purpose	In Perpetuity		
Beginning balance	\$ 1,540,661	\$ 1,339,821	\$ 3,027,630	\$ 5,908,112	
Contributions	-	-	-	-	
Investment return, net	(137,962)	(389,807)	-	(527,769)	
Appropriated	-	(179,740)	-	(179,740)	
Ending balance	<u>\$ 1,402,699</u>	<u>\$ 770,274</u>	<u>\$ 3,027,630</u>	<u>\$ 5,200,603</u>	

Changes in endowment net assets were as follows for the year ended June 30, 2021:

	Without Donor Restrictions		With Donor Restrictions		Total
	Board Designated	For Time or Purpose	In Perpetuity		
Beginning balance	\$ 1,248,213	\$ 435,316	\$ 3,026,880	\$ 4,710,409	
Contributions	-	-	750	750	
Investment return, net	292,448	1,002,555	-	1,295,003	
Appropriated	-	(98,050)	-	(98,050)	
Ending balance	<u>\$ 1,540,661</u>	<u>\$ 1,339,821</u>	<u>\$ 3,027,630</u>	<u>\$ 5,908,112</u>	

10. NET ASSETS

Net assets with donor restrictions were restricted for the following purposes as of June 30, 2022 and 2021:

	2022	2021
Andes	\$ 23,942,296	\$ -
General conservation	7,524,544	13,128,453
Center for global conservation	5,000,000	5,000,000
Galapagos	4,879,663	12,922,618
Eastern Tropical Pacific	4,077,813	-
Office of the chief conservation officer	1,474,740	2,288,231
Argentina	1,038,923	-
Species survival commission	734,877	815,322
Amazon protection	575,428	792,006
Habitat conservation	393,083	16,744,731
Guardians/Capacity Building	205,156	510,506

RE:WILD
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

10. NET ASSETS - CONTINUED

	<u>2022</u>	<u>2021</u>
Australia wildfire fund	\$ -	\$ 220,491
Wildlife protection:		
Primates	1,769,894	1,430,550
Other species	1,505,599	1,348,353
Elephants	856,781	749,772
Antipoaching	659,151	1,034,273
Amphibians	359,262	447,844
Other	-	322,554
	<u>\$ 54,997,210</u>	<u>\$ 57,755,704</u>

Net assets with donor restrictions in perpetuity were restricted for the following purposes as of June 30, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Walter Steven Sechrest Endowment for Wildlife Protection	\$ 1,310,258	\$ 1,310,258
Habitat for Biodiversity Endowment	30,705	30,705
Small Wild Cat Endowment	1,686,667	1,686,667
	<u>\$ 3,027,630</u>	<u>\$ 3,027,630</u>

In addition to the designated net assets included in the Endowments (See Note 9), the Board has designated other net assets without donor restriction for other projects or purposes. Board designated net assets as of June 30, 2022 and 2021, and their stipulated purposes were as follows:

	<u>2022</u>	<u>2021</u>
Endowments	\$ 1,402,699	\$ 1,540,661
Sumatran rhino	110,183	394,236
Conservation diet	-	100,000
	<u>\$ 1,512,882</u>	<u>\$ 2,034,897</u>

11. CONCENTRATION OF REVENUE

Re:wild solicits contributions from a diverse range of constituents including private individuals, nonprofit organizations, foundations, corporations, government agencies, and international organizations. Re:wild is highly dependent upon these contributions to support its conservation programs. During the years ended June 30, 2022 and 2021, contributions from one donor were 46% and 26% of total contributions revenue, respectively. On June 30, 2021, contributions receivable from one donor were 99% of total contributions receivable.

RE:WILD
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

12. 403(b) RETIREMENT PLAN

During the year ended June 30, 2017, Re:wild began the Global Wildlife 403(b) Retirement Plan (the Plan). A 403(b) plan is a retirement plan for employees to invest in either annuities or mutual funds by making salary contributions. Under the Plan, employees may make salary contributions as tax deferred or as a Roth 403(b) contribution. The contributions are elective deferrals set up by the employee and withheld from the employee's salary with a limit of \$18,000. Starting in July 2019, Re:wild started matching up to 3% of employee contributions for employees with 1 year of service. Total matching contributions are \$97,860 and \$87,534, for the years ending June 30, 2022 and 2021, respectively. Vesting is 25% after 1 year, 50% after 2 years, and 100% after 3 years.

13. RELATED PARTY TRANSACTIONS

Certain members of the Board contributed \$151,999 and \$0 to Re:wild during the years ended June 30, 2022 and 2021, respectively.

14. AVAILABILITY AND LIQUIDITY

The following represents Re:wild's financial assets at June 30, 2022 and 2021:

	2022	2021
Financial assets at year end:		
Cash and cash equivalents	\$ 7,924,286	\$ 15,572,674
Short term investments	55,298,460	29,003,439
Contributions and grants receivable	850	10,114,160
Program related investment	1,000,000	1,000,000
Long term investments	10,542,287	11,298,864
	74,765,883	66,989,137
Less amounts not available to be used within one year:		
Program related investment	1,000,000	1,000,000
Net assets restricted in perpetuity	3,027,630	3,027,630
Board designated net assets	1,512,882	2,034,897
Net assets with restrictions	54,997,210	57,755,704
Less net assets with purpose restrictions to be met in less than twelve months	(23,328,476)	(21,300,000)
	37,209,246	42,518,231
Financial assets available to meet general expenditures over the next twelve months	\$ 37,556,637	\$ 24,470,906

Re:wild's goal is generally to maintain financial assets to meet 90 days of operating expenses. To achieve this target, the entity creates a yearly budget with periodic reviews, forecasts future cash flows, monitors its liquidity quarterly, and monitors its reserves annually.

RE:WILD
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

14. AVAILABILITY AND LIQUIDITY - CONTINUED

Re:wild receives significant contributions restricted by donors, and considers contributions restricted for programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures.

SUPPLEMENTARY INFORMATION

RE:WILD
SUPPLEMENTARY SCHEDULE - CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2022

	<u>Re:Wild</u>	<u>Lonely Whale, LLC</u>	<u>Eliminations</u>	<u>Consolidated</u>
ASSETS				
Current assets				
Cash and cash equivalents	\$ 7,328,538	\$ 595,748	\$ -	\$ 7,924,286
Short term investments	55,298,460	-	-	55,298,460
Assets held for sale	945,000	-	-	945,000
Contributions receivable	850	-	-	850
Prepaid expenses	80,428	-	-	80,428
Total current assets	<u>63,653,276</u>	<u>595,748</u>	<u>-</u>	<u>64,249,024</u>
Non-current assets				
Program related investment	1,000,000	-	-	1,000,000
Long term investments	<u>10,542,287</u>	<u>-</u>	<u>-</u>	<u>10,542,287</u>
Total assets	<u>\$ 75,195,563</u>	<u>\$ 595,748</u>	<u>\$ -</u>	<u>\$ 75,791,311</u>
LIABILITIES AND NET ASSETS				
Current liabilities				
Accrued liabilities	\$ 525,121	\$ 215,995	\$ -	\$ 741,116
Current portion of long-term debt	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total current liabilities	<u>525,121</u>	<u>215,995</u>	<u>-</u>	<u>741,116</u>
Long-term debt	<u>8,000,000</u>	<u>-</u>	<u>-</u>	<u>8,000,000</u>
Total liabilities	<u>8,525,121</u>	<u>215,995</u>	<u>-</u>	<u>8,741,116</u>
Net assets				
Without donor restrictions:				
Undesignated	7,132,720	379,753	-	7,512,473
Board designated	<u>1,512,882</u>	<u>-</u>	<u>-</u>	<u>1,512,882</u>
Total without donor restrictions:	<u>8,645,602</u>	<u>379,753</u>	<u>-</u>	<u>9,025,355</u>
With donor restrictions:				
For time or purpose	54,997,210	-	-	54,997,210
In perpetuity	<u>3,027,630</u>	<u>-</u>	<u>-</u>	<u>3,027,630</u>
Total with donor restrictions:	<u>58,024,840</u>	<u>-</u>	<u>-</u>	<u>58,024,840</u>
Total net assets	<u>66,670,442</u>	<u>379,753</u>	<u>-</u>	<u>67,050,195</u>
Total liabilities and net assets	<u>\$ 75,195,563</u>	<u>\$ 595,748</u>	<u>\$ -</u>	<u>\$ 75,791,311</u>

The accompanying notes are an integral part of these financial statements.

RE:WILD
SUPPLEMENTARY SCHEDULE - CONSOLIDATING STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

	Re: Wild				
	Without Donor Restrictions	With Donor Restrictions For Time or Purpose		In Perpetuity	Total
	Restrictions	Purpose	In Perpetuity	Total	Total
Revenues					
Contributions and grants	\$ 8,986,497	\$ 53,679,729	\$ -	\$ 62,666,226	\$ 62,666,226
In-kind contributions	901,400	-	-	901,400	901,400
Investment return, net	(835,012)	(389,807)	-	(1,224,819)	(1,224,819)
Advertising revenue	-	-	-	-	1,363,974
Other revenue	706,938	-	-	706,938	706,938
Total revenues	9,759,823	53,289,922	-	63,049,745	64,413,719
Net assets released from restrictions	56,048,416	(56,048,416)	-	-	-
Total revenues and net assets released from restrictions	65,808,239	(2,758,494)	-	63,049,745	64,413,719
Expenses					
Program services	58,734,733	-	-	58,734,733	59,718,954
General and administrative	3,861,632	-	-	3,861,632	3,861,632
Fundraising	800,760	-	-	800,760	800,760
Total expenses	63,397,125	-	-	63,397,125	64,381,346
Change in net assets	2,411,114	(2,758,494)	-	(347,380)	32,373
Net assets at beginning of year	6,234,488	57,755,704	3,027,630	67,017,822	67,017,822
Net assets at end of year	\$ 8,645,602	\$ 54,997,210	\$ 3,027,630	\$ 66,670,442	\$ 67,050,195

The accompanying notes are an integral part of these financial statements.