PETS FOR PATRIOTS, INC.

FINANCIAL STATEMENTS
AND
ACCOUNTANTS' REPORT

DECEMBER 31, 2025 AND 2024

PETS FOR PATRIOTS, INC.

Index

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INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To: The Board of Directors of
Pets For Patriots, Inc.

We have reviewed the accompanying statements of financial position of Pets For Patriots, Inc., a not-for-profit organization, as of December 31, 2025 and 2024, and the related statements of activities, expenses and cash flows for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of organization's management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

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

Accountants' Responsibility
Our responsibility is to conduct the review engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of Pets For Patriots, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements related to our reviews.

Accountants' Conclusion
Based on our reviews, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Skody Scot & Company, CPAS, P.C.

New York, NY
August 11, 2026

PETS FOR PATRIOTS, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
Cash and cash equivalents	$ 42,082	$ 67,640
Investments	381,789	415,911
Prepaid expenses	7,268	2,241
Intangible assets, net	8,013	-
Total assets	$ 439,152	$ 485,792
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable and accrued expenses	$ 25,455	$ 16,024
Total liabilities	25,455	16,024
Net Assets:		
Without donor restrictions	411,124	458,040
With donor restrictions	2,573	11,728
Total net assets	413,697	469,768
Total liabilities and net assets	$ 439,152	$ 485,792

See independent accountants' review report and accompanying notes.

PETS FOR PATRIOTS, INC.
STATEMENTS OF ACTIVITIES
YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025			2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenues:						
Contributions	$ 394,301	$ 2,573	$ 396,874	$ 408,204	$ 4,220	$ 412,424
Contributions in-kind	29,618	-	29,618	12,976	-	12,976
Investment return	44,837	-	44,837	32,469	-	32,469
Net assets released from restriction:						
Satisfaction of purpose restrictions	11,728	(11,728)	-	18,870	(18,870)	-
Expiration of time restrictions	-	-	-	25,000	(25,000)	-
Total support and revenues	480,484	(9,155)	471,329	497,519	(39,650)	457,869
Expenses:						
Program services	426,035	-	426,035	439,203	-	439,203
Supporting services:						
Management and general	42,416	-	42,416	36,158	-	36,158
Fundraising	58,949	-	58,949	47,264	-	47,264
Total expenses	527,400	-	527,400	522,625	-	522,625
Decrease in net assets	(46,916)	(9,155)	(56,071)	(25,106)	(39,650)	(64,756)
Net assets, beginning of year	458,040	11,728	469,768	483,146	51,378	534,524
Net assets, end of year	$ 411,124	$ 2,573	$ 413,697	$ 458,040	$ 11,728	$ 469,768

See independent accountants' review report and accompanying notes.

PETS FOR PATRIOTS, INC.
STATEMENT OF EXPENSES
YEAR ENDED DECEMBER 31, 2025

	Program Services	Supporting Services: Management and General	Supporting Services: Fundraising	Total Expenses
Salaries	$ 171,676	$ 9,537	$ 9,538	$ 190,751
Payroll taxes	13,645	757	758	15,160
Employee benefits	28,526	993	1,971	31,490
Amortization	1,587	16	-	1,603
Consultants and contractors	3,835	15,428	-	19,263
Information technology and website	37,199	2,066	28,694	67,959
Office expenses	14,069	838	16,475	31,382
Pet supplies and veterinarian subsidies	128,236	-	-	128,236
Printing	606	-	32	638
Professional fees	26,656	12,781	1,481	40,918
Total expenses	$ 426,035	$ 42,416	$ 58,949	$ 527,400

See independent accountants' review report and accompanying notes.

PETS FOR PATRIOTS, INC.
STATEMENT OF EXPENSES
YEAR ENDED DECEMBER 31, 2024

	Program Services	Supporting Services: Management and General	Supporting Services: Fundraising	Total Expenses
Salaries	$ 172,564	$ 7,503	$ 7,503	$ 187,570
Payroll taxes	13,719	593	595	14,907
Employee benefits	23,233	1,010	1,011	25,254
Amortization	8,073	82	-	8,155
Consultants and contractors	3,465	13,637	-	17,102
Information technology and website	75,151	7,077	7,077	89,305
Office expenses	16,301	958	21,146	38,405
Pet supplies and veterinarian subsidies	119,419	-	-	119,419
Printing	4,683	-	378	5,061
Professional fees	2,595	5,298	9,083	16,976
Promotion	-	-	471	471
Total expenses	$ 439,203	$ 36,158	$ 47,264	$ 522,625

See independent accountants' review report and accompanying notes.

PETS FOR PATRIOTS, INC.
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
Cash flows from operating activities:		
Decrease in net assets	$ (56,071)	$ (64,756)
Adjustments for noncash items included in operating activities:		
Amortization	1,603	8,155
Investment gains	(35,304)	(19,552)
(Increase)/decrease in assets:		
Prepaid expenses	(5,027)	-
Increase/(decrease) in liabilities:		
Accounts payable and accrued expenses	9,431	(7,648)
Net cash used by operating activities	(85,368)	(83,801)
Cash flows from investing activities:		
Investment purchases	(112,989)	(195,680)
Investment sales	182,415	135,224
Website development costs	(9,616)	-
Net cash provided/(used) by investing activities	59,810	(60,456)
Cash flows from financing activities	-	-
Net decrease in cash and cash equivalents	(25,558)	(144,257)
Cash and cash equivalents, beginning of year	67,640	211,897
Cash and cash equivalents, end of year	$ 42,082	$ 67,640

See independent accountants' review report and accompanying notes.

Note 1 - Summary of Significant Accounting Policies

The Organization

Pets For Patriots, Inc. (the Organization), a not-for-profit organization, was incorporated in the state of New York on October 5, 2009. The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and, accordingly, no provision for federal, state or local income taxes has been recorded. The Organization does not believe its financial statements include any uncertain tax positions. The Organization receives its support primarily from contributions.

The mission of the Organization is to give the gifts of fidelity, joy and love to veterans and pets through companion animal adoption. The Organization seeks to reduce the overall costs of pet guardianships to prevent veterans from returning their adopted pets to the shelter due to short-term financial hardship, to provide ongoing moral, educational and financial support to nurture the healing bonds between veterans and their adopted companion pets, and to build a nationwide network of shelter/rescue and veterinary partners who share the same values and vision.

Basis of Accounting

The financial statements of the Organization have been prepared in accordance with accounting principles generally accepted in the United States of America (US GAAP) on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables and other liabilities.

Use of Estimates

Management uses estimates and assumptions in preparing the financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

Cash Equivalents

For the purposes of the statements of financial position and cash flows, the Organization considers money market funds and all highly liquid resources, such as investments in certificates of deposits and treasury bills with an original maturity to the Organization of three months or less, to be cash equivalents.

Intangible Assets

Intangible assets consist of website development and software costs and are reported at cost, less accumulated amortization. Website development and software costs are amortized by the straight-line method over an estimated useful life of three years.

Note 1 - Summary of Significant Accounting Policies (Continued)

Investments

Investments are measured at fair value on a recurring basis and are reported at fair value as of December 31, 2025 and 2024, in the statements of financial position. The Organization initially records the investments at the cost basis as of the date of purchase or at the estimated fair value as of the date of donation and, thereafter, carries such investments at current fair values.

Investment securities are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in value of investments, it is at least reasonably possible that changes in risks in the near term could materially affect investment balances reported in the statements of financial position.

Net Assets

Net assets, revenues, gains and losses are classified based on the existence or absence of donor (which may include certain grantor) restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions - Net assets available for use in general operations and not subject to donor restrictions. This classification includes net assets designated by the board of directors or management for a specified purpose.

Net Assets With Donor Restrictions - Net assets subject to donor restrictions. Some donor restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor restrictions are perpetual in nature (endowment), where the donor stipulates that resources be maintained in perpetuity.

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the statements of activities and expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The Organization allocates salaries, payroll taxes, employee benefits and professional fees based on estimated time and effort. The Organization allocates amortization, information technology and website, office expenses and printing based on usage. The Organization classifies expenses which are not directly related to a specific program or fundraising as management and general expenses.

Note 1 - Summary of Significant Accounting Policies (Continued)

Revenue Recognition

The Organization recognizes contributions when cash and other financial assets, nonfinancial assets/services, or unconditional promises to give are received. Nonfinancial assets/services are valued based on the specific asset/service received. Conditional promises to give, which have a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met. Amounts received prior to the meeting of these conditions, if any, are reported as refundable advances in the statements of financial position. As of December 31, 2025 and 2024, the Organization did not have any conditional contributions that were not recognized.

All contributions are considered available for the Organization's general programs unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted for a purpose by the donor are reported as support with donor restrictions and increases in net assets with donor restrictions. Contributions received with donor restrictions that are met in the same reporting period are reported as support without donor restrictions and increases in net assets without donor restrictions. When a restriction expires (either a stipulated time period ends or a purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions.

Investment return consists of interest and dividends, which are recognized in the period earned, and gains and losses (realized and unrealized), which are recognized in the period the gain or loss occurs. Investment return is reported net of investment fees.

Note 2 - Cash and Cash Equivalents

Cash and cash equivalents consist of the following as of December 31, 2025 and 2024:

	2025	2024
Bank deposits and cash	$ 42,082	$ 46,133
Money market fund	-	21,507
	$ 42,082	$ 67,640

Note 3 - Investments

Investments consist of the following as of December 31, 2025 and 2024:

	2025	2024
Common stock	$ 87,314	$ 85,014
Exchange-traded funds	294,475	330,897
Fair value	381,789	415,911
Less: cost	(303,669)	(354,547)
Unrealized appreciation	$ 78,120	$ 61,364

Note 4 - Intangible Assets

Intangible assets consist of the following as of December 31, 2025:

Website	$ 9,616
Less: accumulated amortization	(1,603)
	$ 8,013

During the year ended December 31, 2024, the Organization wrote off $74,326 of software and website that were no longer in use.

Note 5 - Net Assets With Donor Restrictions

As of December 31, 2025 and 2024, net assets with donor restrictions are available as follows:

	2025	2024
Veterinary care	$ 2,339	$ 11,728
Capacity building	234	-
	$ 2,573	$ 11,728

Note 6 - Contributions In-Kind

The Organization received in-kind contributions that meet the criteria for being recognized in accordance with US GAAP. For the years ended December 31, 2025 and 2024, the amount recognized in the statements of activities is as follows:

	2025	2024
Legal services - used by the Organization in program, management and general, and fundraising activities	$ 29,618	$ 12,976

The in-kind contributions received during the years ended December 31, 2025 and 2024, did not have any donor restrictions. The value of the donated legal services was determined based on the attorneys' hours at their standard billing rates per hour.

Note 7 - Related Party

During the years ended December 31, 2025 and 2024, a member of the Organization's board of directors received $116,697 and $112,017 in salary as compensation for services provided to the Organization as its executive director.

Note 8 - Concentrations

The Organization maintains its cash, cash equivalents and investments with financial institutions. The Federal Deposit Insurance Corporation insures bank deposits up to $250,000 per financial institution. The Securities Investor Protection Corporation insures securities, including money market funds, up to $500,000 per financial institution. At times, the balances of the accounts have exceeded the insured limits during the years ended December 31, 2025 and 2024.

Note 9 - Fair Value Measurement of Investments

The Financial Accounting Standards Board (FASB) requires enhanced disclosures about investments that are measured and reported at fair value. FASB establishes a hierarchical disclosure framework which prioritizes and ranks the level of market price observability used in measuring investments at fair value. Market price observability is impacted by a number of factors, including the type of investment and the characteristics specific to the investment. Investments with readily available active quoted prices, or for which fair value can be measured from actively quoted prices, generally will have a higher degree of market price observability and a lesser degree of judgment used in measuring fair value.

Investments measured and reported at fair value are classified and disclosed in one of the following categories:

Level 1: Investments falling within Level 1 of the fair value hierarchy are valued using inputs based upon quoted prices in active markets for identical investments.

Level 2: Investments falling within Level 2 of the fair value hierarchy are valued using significant observable inputs other than prices quoted in active markets. Examples of Level 2 inputs are model-driven prices, quoted prices for similar investments in active markets, and quoted prices for identical or similar investments in inactive markets.

Level 3: Investments falling within Level 3 of the fair value hierarchy are valued using methodology that is unobservable and significant to the fair value measurement. Level 3 inputs require significant management judgment or estimation.

The investment's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following summarizes the valuation of the Organization's investments by the above fair value hierarchy levels as of December 31, 2025 and 2024:

	2025	2024
Level 1	$ 381,789	$ 415,911
Level 2	-	-
Level 3	-	-
	$ 381,789	$ 415,911

Note 10 - Liquidity and Availability of Financial Assets

The Organization regularly monitors liquidity required to meet its operating needs and other obligations as they come due. For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Organization considers all expenditures related to its ongoing activities to be general expenditures. Amounts available for general expenditures over a 12-month period include donor-restricted amounts that are available for ongoing programmatic and support expenditures.

The following reflects the Organization's financial assets as of December 31, 2025 and 2024, reduced by amounts not available for general use within one year because of contractual, donor or internal restrictions and designations:

	2025	2024
Financial assets:		
Cash and cash equivalents	$ 42,082	$ 67,640
Investments	381,789	415,911
Total financial assets	423,871	483,551
Less those unavailable for general expenditures within one year	-	-
Financial assets available to meet cash needs for general expenditures within one year	$ 423,871	$ 483,551

Note 11 - Subsequent Events

Subsequent events were evaluated for potential additional disclosures and corrections through August 11, 2026, which is the date the financial statements were available to be issued.